

FISCAL NOTE

HB 1878 - SB 1799

May 2, 1999

SUMMARY OF BILL: Extends the \$2,600 tax applied to all nursing home beds effective until June 30, 2001. Such tax shall be paid in equal monthly installments of one-twelfth of the annual amount. The bill also extends the 6% tax on the monthly gross receipts of intermediate care facilities for the mentally ill until June 30, 2001.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - \$309,560,000

The total is made up of the following:

\$108,700,000	State funds appropriated to TennCare
\$185,860,000	Federal funds generated for TennCare by state appropriation
\$ 15,000,000	Nursing Home Grant Assistance Program

The above estimates are included in the Governor's proposed FY99-00 budget.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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